

The Attorney General of California has prepared the following title and summary of the chief purpose and points of the proposed measure:

HIGH-SPEED RAIL. NO ISSUANCE OR SALE OF FUTURE BONDS.

TERMINATION OF PROJECT. INITIATIVE STATUTE. Prevents the issuance and sale of the remaining amount of high-speed rail bonds previously approved by the voters to initiate construction of a high-speed rail system. Authorizes the Legislature to redirect any unspent high-speed rail bond proceeds away from high-speed rail purposes, to repay outstanding high-speed rail bonds. Prevents state from incurring additional debt, spending any federal, state, or local funds, or entering into new contracts for the high-speed rail project. Requires state to terminate the high-speed rail project, including, to the extent feasible, existing contracts.

Summary of estimate by Legislative Analyst and Director of Finance of fiscal impact on state and local government: **State debt-service savings of up to about \$700 million annually from not using state bond funds to support high-speed rail, depending on the actual reduction in bond funds spent as a result of this measure. Potential reduction in state and local tax revenue of tens of millions of dollars annually for a few years, resulting from a loss of federal matching funds.** (14-0004.)